

**TENNESSEE GENERAL ASSEMBLY  
FISCAL REVIEW COMMITTEE**



**FISCAL MEMORANDUM**

**SB 1089 – HB 1518**

March 17, 2009

**SUMMARY OF AMENDMENT (005081):** Deletes four year exemption from ad valorem property taxes for plants and facilities constructed under the Electric Generation and Transmission Cooperative Act and makes other technical changes.

**FISCAL IMPACT OF ORIGINAL BILL:**

Increase Local Revenue – Exceeds \$1,000,000/Permissive  
Increase Local Expenditures – Exceeds \$1,000,000/Permissive

**FISCAL IMPACT OF BILL WITH PROPOSED AMENDMENT:**

**Unchanged from the original fiscal note.**

Assumptions applied to amendment:

- The estimated fiscal impact of the bill will not change as a result of the proposed amendment.
- According to the Comptroller's Division of Property Assessments, the deleted exemption would have violated Article 2, Section 28 of the Tennessee Constitution. The Comptroller did not intend to exempt new plants and facilities from ad valorem taxes.

**CERTIFICATION:**

This is to duly certify that the information contained herein is true and correct to the best of my knowledge.

A handwritten signature in black ink, reading "James W. White".

James W. White, Executive Director

/kmc